



Update Summary

Entity name

LUCAPA DIAMOND COMPANY LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

Friday May 1, 2020

Reason for update to a previous announcement

Engagement of Far East Capital Limited as Lead Manager of the Offer.

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

LUCAPA DIAMOND COMPANY LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

ABN

Registration Number

44111501663

1.3 ASX issuer code

LOM

1.4 The announcement is

Update/amendment to previous announcement

1.4a Reason for update to a previous announcement

Engagement of Far East Capital Limited as Lead Manager of the Offer.

1.4b Date of previous announcement(s) to this update

Monday April 27, 2020

1.5 Date of this announcement

Friday May 1, 2020

1.6 The Proposed issue is:

A standard +pro rata issue (non-renounceable or renounceable)

1.6a The proposed standard +pro rata issue is:

+ Non-renounceable



Part 3 - Details of proposed entitlement offer issue

Part 3A - Conditions

3A.1 - Are any of the following approvals required for the entitlement offer to be unconditional?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

No

Part 3B - Offer details

Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued

ASX +Security Code and Description

LOM : ORDINARY FULLY PAID

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

Yes

If the entity has quoted company options, do the terms entitle option holders to participate on exercise?

No

Details of +securities proposed to be issued

ASX +Security Code and Description

LOM : ORDINARY FULLY PAID

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Offer ratio (ratio to existing holdings at which the proposed +securities will be issued)

The quantity of additional +securities to be issued

1

For a given quantity of +securities held

5

**What will be done with fractional entitlements?**

Fractions rounded up to the next whole number

Maximum Number of +securities proposed to be issued

105,102,522

Reason for the update of 'Maximum Number of +securities proposed to be issued'**Purpose of the issue**

Lucapa intends to use the funds raised from the intended Rights Issue to advance the search for the primary kimberlite sources of the high-value Lulo alluvial diamonds, preserve mining assets suspended as a result of the COVID-19 pandemic, general working capital purposes and for costs and expenses of the Offer.

Offer price details for retail security holders**Issue Currency**

AUD - Australian Dollar

Offer Price per +security

AUD 0.05000

Estimated or Actual? Actual**Oversubscription & Scale back details****Are +security holders allowed to oversubscribe?** Yes**Provide the oversubscription details**

Any entitlements not taken up may become available as Additional Securities. Eligible shareholders (other than Directors and related parties of the Company) may, in addition to their entitlement in full, apply for Additional Securities.

May a scale back be applied to this event? Yes**Provide the scale back details**

The Company, in consultation with the Lead Manager, may scale back any applications for Additional Securities in its absolute and sole discretion (refer Section 2.12 of the Prospectus). No Additional Securities will be issued to a related party or any other party referred to in Listing Rule 10.11.1, and no Additional Securities will be issued to any person if it would cause that person (or any of their associates) to breach the takeover prohibition in section 606 of the Corporations Act.

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class? Yes

Attaching +Security

Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)? New class

Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)



Details of attaching +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?

Yes

Will the entity be seeking quotation of the 'new' class of +securities on ASX?

Yes

ASX +Security Code

New class-code to be confirmed

+Security Description

Option exercisable at \$0.10 each and expiring 2 years from the date of issue

+Security Type

Options

Offer ratio (ratio of attaching securities at which the new +securities will be issued)

The quantity of attaching +securities to be issued

1

For a given quantity of the new +securities issued

1

What will be done with fractional entitlements?

Fractions rounded up to the next whole number

Maximum Number of +securities proposed to be issued

105,102,522

Reason for the update of 'Maximum Number of +securities proposed to be issued'

Offer price details for retail security holders

Issue Currency

AUD - Australian Dollar

Offer Price per +security

AUD 0.00000

Estimated or Actual?

Actual

Oversubscription & Scale back details

Are +security holders allowed to oversubscribe?

No

May a scale back be applied to this event?

No

Will all the +securities issued in this class rank equally in all respects from their issue date?

Yes



Options details

+Security Currency

AUD - Australian Dollar

Exercise Price

AUD 0.1000

Expiry date

Sunday June 5, 2022

Details of the existing class of +security that will be issued upon exercise or conversion of this new class of company option

LOM : ORDINARY FULLY PAID

Please provide any further information relating to the principal terms of the +securities

Part 3C - Timetable

3C.1 +Record date

Thursday May 7, 2020

3C.2 Ex date

Wednesday May 6, 2020

3C.4 Record date

Thursday May 7, 2020

3C.5 Date on which offer documents will be sent to +security holders entitled to participate in the +pro rata issue

Monday May 11, 2020

3C.6 Offer closing date

Friday May 29, 2020

3C.7 Last day to extend the offer closing date

Tuesday May 26, 2020

3C.9 Trading in new +securities commences on a deferred settlement basis

Monday June 1, 2020

3C.10 Last day for entity to announce the results of the offer to ASX, including the number and percentage of +securities taken up by existing +security holders and any shortfall taken up by underwriters or other investors

Wednesday June 3, 2020



3C.11 Issue date

Friday June 5, 2020

3C.12 Date trading starts on a normal T+2 basis

Tuesday June 9, 2020

3C.13 First settlement date of trades conducted on a +deferred settlement basis and on a normal T+2 basis

Thursday June 11, 2020

Part 3E - Fees and expenses

3E.1 Will there be a lead manager or broker to the proposed offer?

Yes

3E.1a Who is the lead manager/broker?

Far East Capital Limited (ACN 068 838 193; AFSL 253003)

3E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Pursuant to the Appointment Letter, the Company will pay the Lead Manager:

- (a) a fee equal to 1% of the total amount raised under the Offer; and
- (b) in the event of any Shortfall, a fee equal to 5% of the amount raised from placement of that Shortfall by the Lead Manager.

3E.2 Is the proposed offer to be underwritten?

No

3E.3 Will brokers who lodge acceptances or renunciations on behalf of eligible +security holders be paid a handling fee or commission?

No

3E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed offer

Part 3F - Further Information

3F.1 The purposes for which the entity intends to use the cash raised by the proposed issue

Advance the search for the primary kimberlite sources of the high-value Lulo alluvial diamonds, preserve mining assets suspended as a result of the COVID-19 pandemic, general working capital purposes and for costs and expenses of the Offer.



3F.2 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the issue?

No

3F.3 Will the entity be changing its dividend/distribution policy if the proposed issue is successful?

No

3F.4 Countries in which the entity has security holders who will not be eligible to participate in the proposed issue

Any country other than Australia, New Zealand, United Kingdom, Singapore, Hong Kong and Germany.

3F.5 Will the offer be made to eligible beneficiaries on whose behalf eligible nominees or custodians hold existing +securities

Yes

3F.5a Please provide further details

Where any registered holder that qualifies as an Eligible Shareholder is acting as a nominee for a foreign person, that registered holder, in dealing with its beneficiary, will need to assess whether the distribution of any documents relating to the Offer (including the Prospectus) or the indirect participation by the beneficiary in the Offer is compatible with applicable foreign laws.

3F.6 URL on the entity's website where investors can download information about the proposed issue

www.lucapa.com.au

3F.7 Any other information the entity wishes to provide about the proposed issue